



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah
DEPARTMENT OF NATURAL RESOURCES
Division of Oil, Gas & Mining

MICHAEL R. STYLER
Executive Director

JOHN R. BAZA
Division Director

Inspection Report
Minerals Regulatory Program
January 4, 2006

Supervisor DRZ

Mine Name: Drum Slate
Operator Name: Loy Crapo
350 E 300S
PO Box 1113
Delta, UT 84624
Inspector(s): Tom Munson
Other Participants: Dale Rodgers
Mine Status: Active

Permit number: S023/072
Inspection Date: November 9, 2005
Time: 1 PM

Weather: Sunny

Elements of Inspection	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
2. Public Safety (shafts, adits, trash, signs, highwalls)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3. Protection of Drainages / Erosion Control	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4. Deleterious Material	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5. Roads (maintenance, surfacing, dust control, safety)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Concurrent Reclamation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8. Water Impoundments	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Soils	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
10. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Air Quality	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Other	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Purpose of Inspection:

To determine the site disturbance and location of the property. Mr. Rodgers who accompanied me on this inspection stated that he felt Mr. Crapo was in the wrong section and as such was mining within his recently acquired mining claim. I informed Mr. Rodgers that we do not adjudicate mining claims but we do require proper location information on our permits. The mine was less than an acre and indeed it was determined that the site was in Section SE ¼ of Section 28, T 14 W and R10 W. Mr. Crapo had permitted a site with the BLM and the Division in the SW1/4 of Section 27 T14S, R10 W, SLBM.

Inspection Summary:

The conclusion of the inspection was that we needed to contact Mr. Crapo to determine what his intent was regarding the location of his mine and if he had permission from the BLM to be where he was.

November 9, 2005; January 4, 2006:
Page 2 of 2
S/023/072

Conclusions and Recommendations:

In conclusion it was determined after speaking with Mr. Crapo that he was in the wrong location identified in his permit but would ask the BLM to issue him a new mineral material sale(although this could not happen without Mr. Rodgers' permission, Mr. Rodgers being the claim holder). The Division can not accept an admendment to Mr. Crapo's current permit without his having right of entry. Because Mr. Crapo has mined in an area where he is not approved for mining, a cessation order will be issued.

Inspector's Signature Thomas Munson **Date:** 1/4/05

Directions to Site: The site is due West of the Intermountain Power Plant on the East side of the Drum Mountains.

tm;pb

cc: Loy Crapo
Fillmore BLM, Jerry Mansfield
Dale Rodgers

O:\M023-Juab\S0230072-DrumSlate\inspections\insp11092005.doc